App.F.IX-4

1922-3

File No. G.F. 31-22

(G.F.)

Serial Nos. 5 to 15.

Previous References

LB. 21-11-8
LB. 21-11-10.
LB. 27-11-13.
LB. 199-13-3
LB 88-16-1-3.
Ml 93-14-21 126 to 31.
LB 55-17-1-4
LB. 99-23-2.
LB 164-19-2 to 4.
Ml 143-22-4.
Ry.F. 124-11-12.
GF. 31-22-1.

Later References

G.F 163-13-1
LB 236-14-2.
Ml 93-14-23.
LB. 21-11-7.
LB. 37-15-16.

Reserve
3.11.23

GENERAL AND REVENUE SECRETARIAT.

Serial Nos. 11

Pr 44-E

Part B for February 1926

SUBJECT

With reference to para 9 of G.O. No. F(1265 /G.F. 31-22-1 dated 4th September 1922, requests whether Kolar District Board Railway Debentures and other Debentures issued by Municipalities or District Boards may be purchased for the Sinking Fund for State Loans at a rate yielding not less than 6 per cent.

Al
19/2

G. & 31-22

1)

F. R. S. III—3]

ROUTINE NOTES.

[To be used only for notes, requisitions, etc., not intended for permanent record.]

5) Secy Comptroller, No 22
of 12. 1. 24. Requests
Sanction whether Kolar Dt
Board & other debentures
issued by the Municipalities
& Distt Boards may be purchased
for the Sinking Fund for State
Loans at a rate yielding not
less than 6 p.c. 2½

Subd:

1) Mr. G.O 07-4th September 1922
Sanctions the purchase of such
~~Lands~~ bonds & Securities as would
Yield 6%. (Please see paras 4 & 5
of the Order.)

2) The Comptr: seeks a General
order permitting him to accept Railway
Municipal & District ~~Board~~ Board
Debentures for the Sinking Fund
for State Loans.

3) Subd: for orders.

28 Nov XN

4) The Comptr's proposal is
19/11 to purchase for the Sinkg fund Secs
Sinking fund Such of the Municipal
and District Board debentures
as are available for purchase
in Sales to be conducted by Comptr
to realise dues from defaulting
Excise Contractors. He proposes
to effect purchases at rates

N. B.—Should routine notes be written on small slips, the notes must be copied, or slips pasted on this form.

G. R. S. III—3]

ROUTINE NOTES.

[To be used only for notes, requisitions, etc., not intended for permanent record]

yielding not less than 6p.c.
The proposal may be approved.

5) [It is not known what arrangements now exist for building up Sinking funds for discharge of municipal and Distt Fund Debenture loans raised on the guarantee of Govt for the as regards interest and repayment of loans = If there are any such funds formed, the debentures may be purchased & held at the credit of these funds - may the Comptr be asked to send a statement of Govt liability on account of municipal & Dist Fd Loans raised on Govt guarantee ?]

7) This is an important point to be considered -

Draft letter Sept 7 dated

6) As regards Local Bds' Debentures when are they repayable and does Govt guarantee extended to discharge of loan ?

3/2/24

N. B.—Should routine notes be written on small slips, the notes must de copied, or slips pasted on this form.

WD 1880—GPB—1,50,000—2-5-21

9)

S. III-2]

General and Revenue Secretariat.

File No. 31 of 1922

Serial No.

6

To Comptr:
No Je 4374 d 7.2.24.
requesting him to forward a statement showing Govt liability on acc of municipal & District Fund Loans ever raised by Govt guaranteed.

Gus 17.2.24

7 From Comptroller, No 3457 d 29.3.24
forwards the Statt showing the particulars of Distt & municipal Loans raised on Govt guarantee & requests advice of Govt. as to whether the Kolar Dt Board Railway debentures may be purchased for the Sinking Funds of State Loans.

10) The Kolar Dt Board Ry Loan is repayable on the 1st April 1937.

11) Submitted for orders with reference to paras 6 & 7 supra.
Please put up references
18/4/24

8/4 12) File collections containing the G.O.'s granting certain concessions to different Dt Boards are put up.

28/4/24 13) Please put up a copy of the agreement with the Kolar Distt Bd as regards the Kolar Distt Board Railway
read 25/5/24.

NOTE—Contn. sheet.

14) Copy of the Agreement is put up.
28/5

R. S. III-21

General and Revenue Secretariat.

File No. 31 of 1922

Serial No.

15) Phase pump Go. No. Rg 7(4932-8
G. 7 163-13-1 dy 22.4-14 regd.
in para (2 iv) of Go. No. 309-13 Rg 7
164-14-15 dy 12-8-24 (Flag N)
read
3/6/24

N

16) G. 7. 163-13-1 is put up (Flag U)

U

4/6

17) The Kolar District Board Railway Loan is repayable on 1st April 1937. There is therefore no use purchasing it for the State Loan Sinking - Funds as proposed by the Comptroller in his letter of 12th January 1924 except for the purpose of - earning interest till 1937. The Comptroller may be informed accordingly. The particular batch of notes under reference may however be permitted to be purchased as proposed on the condition proposed so that the adjustment of the Excise revenue - realisable from the ~~for~~ sale of these debentures may be made without delay. As regards the general question of forming Sinking Funds for District Fund and Municipal loans guaranteed by Government, raised in para 5 above. A list of such loans for which Government have undertaken liability for guaranteeing payment

17.A

NOTE—Contn. sheet.

Serial No.

of interest or principal or both has been obtained from the Comptroller. Vide Comptroller's letter of 31st March 1924.

18) The following are the loans coming under this - category :-

(1) 4 per cent Kolar District Board Railway Loan

(2) 4 per cent Shimoga District Board Loan.

(3) 6 per cent Chitaldrug Town Water Supply - Municipal Loan.

(4) 5 per cent Chitaldrug District Board Railway Loan.

19) The raising of the Kolar District Board Railway loan was sanctioned in G.O.No.289-93/Ry.F.124-11-12 dated 5th December 1911. The Government have guaranteed interest at 4 per cent on the actual - expenditure on the railway for a period of 25 - years. If the line earns more than 4 per cent Government are not entitled to any share in the - surplus profits. The District Board has to recoup Government according to this order every year the amount if any paid by Government to make up the 4 per cent guarantee and to make provision to form a sinking fund to pay off the loan capital at the end of 25 years. The District Board's responsibility for the discharge of the loan is regulated by an agreement entered into with the District Board

G. R. S. III-2.

General and Revenue Secretariat. | 97 File No. 31 of 1922

Serial No.

A

(Clause 12 of this agreement) under which a Sinking Fund reserve has to be found by setting apart the District Boards share of its surplus profits which remains after apportionment as in clause (a) to (f) ~~of clause~~ of the Agreement. The Kolar District Board railways are not now getting any surplus profits and no ~~instructions~~ investments has so far been made.

2) The floatation of the 4 per cent Shimoga District Board Railway Loan was sanctioned in Government order No.309-13-Ry.F.164-14-15 dated 12th August 1914.

IV

~~2)~~ Government have guaranteed payment of interest on the Capital raised by the District Board for the construction of the Railway at 4 per cent for a period of 30 years. The working of the Railway, recoupment against loss in interest charges, division of surplus profits and creation of Sinking Fund are ~~to be~~ regulated according to the principles contained in G.O.No.Fl.4932-81/G.F.163-13-1 dated 22nd April 1914. The rate of interest on this loan has subsequently been raised to 5 per cent and at this rate ~~of~~ interest is being paid by Government on the deposits on account of this loan kept in the Treasury. No part of the loan raised by the District Board has ~~so far~~ been spent and whatever outlay has been incurred so far on the Shimoga-Arasalu railway has been met from Government -

It has since been reported by the Company in his latest Statement that the amount of the loan has been fully made over.

NOTE—Contn. sheet.

G. R. S. III-2,

General and Revenue Secretariat. | G7 File No. 31 of 1922

Serial No.

Capital. No agreement has been entered into with the District Board of Shimoga in respect of this loan or of the working of the Shimoga District Board Railways. Whether the capital outlay so far incurred should not be recouped out of the proceeds of this loan is a point for consideration in this connection.

21) The six per cent Chitaldrug Town Water Supply - Municipal loan was sanctioned in G.O.No.4082-4 Ml. 93-14-23 dated 3rd December 1915 and according to the loan prospectus of the Chitaldrug Municipality sanctioned in G.O.No.5243-4/Ml.93-14-26 dated 18th January 1916, repayment of loan and the payment of interest are both ~~granted~~ guaranteed by Government. The loan runs for 15 years, but at the option of the Government and the Chitaldrug Municipality, the whole or any portion of the loan may be paid off at any time after 5 years after giving previous notice of - six months to the debenture holders by publication in the Gazette.

22) The whole amount of this loan so far raised ~~is and is deposit with Govt of the whole of this~~ represents ~~and~~ the Government's share of the proposed outlay which is 3/4 of the total cost. ~~The amount is never~~

23) The floatation of the 5 per cent Chitaldrug -

NOTE—Contn. sheet.

G. R. S. III-2.

General and Revenue Secretariat.

GT File No. 31 of 19 22

Serial No.

District Board Railway Loan was sanctioned in - G.O.No.732-4/L.B.37-16 dated 22nd July 1916 and guaranteed for 30 years. The Chitaldrug-Chick-Jajur railway constructed out of this loan amount is - now a Government line and interest on the loan is payable by Government. But the loan continues to remain a District Board loan. As the loan issue is very small it has been decided that no Sinking Fund need be ~~found~~ formed for this loan. There is also no obligation to form any sinking fund according - to the contract with the creditors.

24) Besides these there are several other loans which Local Bodies have been recently permitted to raise and which are guaranteed by Govt. The Comptroller has not referred to these. He will be asked to furnish full details of all loans raised by Local Bodies which are any way guaranteed by Govt in future in the Annual Finance & Revenue Accounts published by him. A separate account may be opened for this in the Compilation clearly showing in it (1) the amount of the loans (2) rate of interest (3) date of redemption (4) extent of Govt guarantee (5) sinking fund arrangements & balances of sinking funds if any formed

15/6/24

25) This information is necessary for the consideration of the present general question. Please prepare a complete list of all loans guaranteed by Govt. Information and when they are due to be repaid may also be noted

mvk 24/6/24

26) Draft

27

NOTE—Contn. sheet.

G. R. S. III-2]

General and Revenue Secretariat. | 97 File No. 31 of 1922

Serial No.

27) Draft submitted with reference to para 26. supra

[illegible] 24
3/7

[illegible] 30/7/24

(8) To the Comptroller
No Sl 97 dated 5.7.24
with reference to Sl 7 states that there other loans besides those referred to in Sl 7 and calls for a complete list of loans raised by public bodies with full information as to when they are due to be repaid and the extent of Govt liability in regard to the several loans

9 From the Comptroller
No 591 S.L. dated 27-8-24
forwards a list of loans raised by the public bodies with the particulars required -

28 With the above letter, the comptroller has forwarded a list of loans raised by public bodies with particulars required - etc as far as can be gathered from the records of his office.

29 The references available are all put up.
Subs with reference to Sl secys note dated 2nd July 1924 on the previous page
Subs [illegible] 30 Before considering the general question, it is necessary to examine [illegible] on the point referred to

NOTE—Contn. sheet.

[illegible] 30.8.24)

(10)

G. R. S. III-2]

General and Revenue Secretariat. | 92 File No. 31 of 19 25

Serial No.

2 The last sentence of the Comptr's letter under disposal. Please prepare draft on the lines of proposal above

mad 1/9/24

31) Draft put up for approval

mad 1/9/24 H (Sing)

32) mad 1.9.24

33) Sd/ MG 20/9/24. mad 20/9

(10) To the comptr: NO H 1745-d: 23.9.24

states that the purchase of the H.D.B.Rly debentures of the value of Rs 4200 proposed in sl 9 may be made on the conditions that interest yield from the proposed investment is not less than 6%.

34) After Comptroller's letter has been replied to and the file is now resubmitted for orders with reference to the general question of forming Sinking Fund for District Funds & Municipal loans guaranteed by Govt. The particulars required in respect of the different loans raised by the Public bodies called for have been furnished in the list accompg Sl. 9.

Sd/ MRDu 23/9/24

35) Please call for information as to what is the amount of loan authorised in each case, the amount collected so far & balance yet to be collected

NOTE—Contn. sheet.

G. R. S. III-2]

General and Revenue Secretariat. | G&R File No. 31 of 1925

Serial No.

and also the information as to how the amounts of each loan so far collected have been utilised. Draft may be put up accordingly and after its issue file resubmitted for orders

with

mad
24/9/24

36) A draft to the Comptroller ~~report~~ calling for the information required is put up for approval.

mad
25/9/24

Subs
nellie
25/9/24

To the Comptroller

No H 1863 dated 26 th Septr 24

With reference to sl 9 calls for further information - as regards an amount authorised to be collected, amount actually collected - Balance to be collected etc - in respect of each loan.

37) The file is resubmitted for orders as per directions above. It is perhaps necessary to await reply to the above Communication before taking up the general question - about the formation of Sinking Fund for the loans raised by Public bodies -

38) Yes await reply

mad
3/10

Subs
nellie
26.9.24

NOTE—Contn. sheet.

G.R.S. III-2]

'11 1890 n — C 202 dt 17/10/24 12)
307 1/4

File No. 31 of 19 22

General and Revenue Secretariat

Serial No.

From the Comptroller

NO 1190 S-L dt 15.10.24

with reference to 11

Calls for States that necessary information has been called for from the Local Bodies and that it will be furnished on receipt of the same.

39) This ad interim reply is submitted for information

40) This may be sent here.

Sd/- 17/10 at Bangalore

read 17/10

41) Phase ascertainment of particulars called for have now been received & so When they will be furnished

read 18/2/25

42) Dft calling for the above information is put up for approval

read 11/2/25

43) Issue

11/2/25

To The Comptroller

NO dt 16378 dt 13-2-25

with reference to previous & enquiries if the information called for therein has since been received

From the Comptroller

NO 3578-S-L dated 19-2-25

with reference to the previous & states that that the particulars called for from the Deputy Commissioners have not been received yet and that a final report will be submitted on its receipt

An ad interim reply. Submit for information

Sd/- 18/2/25

NOTE—Contn. Sheet

44) Seen read 25/2/25

20

Serial No.

From Comptroller, No S.L. 4195 of 17.6.24. Forwards further particulars regarding the Public Loans raised by Local Bodies & Municipalities under Govt. guarantee.

45) Submitted for orders, with reference to paras 25 & 35 of the notes.

21/4

46) Please put up a typed Consolidated list of all loans with Govt guarantee compiled from the information furnished by Compt.

21/4/25

47) A consolidated typed list is submitted. The Comptroller has left out the particulars of the Madras Board Municipal-cum-Water Supply Loan & Trichinopoly Town Water Supply Loan, ~~Tuticorin~~ submitted for orders.

29/8

48) Reference - Secy's note of 2.7.24 in para 25 above and para 3 of these notes. The Comptroller now sends also which furnishes particulars of all loans raised by local bodies under Govt guarantee except the two loans mentioned in para 47 above. The Compt will be asked to obtain similar particulars in respect of these two loans also. Orders are now solicited with reference

NOTE—Contn. Sheet

(Paras 5 to 7 and 24 & 25 above — Hindi)

Serial No.

3820/2

15)

General and Revenue Secretariat.

G.F. File No. 31 of 1922

Serial No 49)

Government guarantee for loans raised by Local Bodies.

For information

50) We have stood as guarantors for some loans raised by Local Bodies and it is necessary to consider what action has been or should be taken to ensure that the liability involved by the guarantee will not fall upon Government.

51) Statement flagged R shows the loans to be considered. This statement leaves out the loan raised by the Mysore District Board. This loan does not, however, create any liability to be born by Government as the sinking fund for repayment of the loan has been arranged for from the cess collections and contributions to the sinking fund has begun to be made from the current year and invested in Government Savings Bank. The interest on the loan is also paid by the Board.

52) The earliest loan raised was by the Kolar District Board and it was towards the Board's share of the capital for the Railway line between Bowringpet and Chikballapur. The Government guarantee in respect of this loan is only for interest and it does not extend to repayment of principal. The total of the loan raised is only about Rs 4½ lakhs and this was raised in two issues which fall due for discharge in 1937 and 1940. No sinking fund has so far been formed for the repayment of this loan. According to clause 12 of the Agreement, the Board has to form this fund out of the surp

pr/

Flag A

NOTE—Contn. Sheet

Serial No.

profits of the line. No surplus has so far been realised and no contributions to the Fund have therefore been paid. The repayment of this loan will not, however, present much difficulty. The amount involved is small and if the Board continues to levy the ~~xxxx~~ Railway Cess, it will have enough money to repay the loan when it falls due. Apart from this resource, the Board has, in addition, an investment in 3½ per cent. securities made out of the proceeds of the loan ~~xxxx~~ itself.

The face Value of Nearly 3 Lakhs

53) The next loan to be considered is that raised by the Shimoga District Board. It was originally proposed tnat the District Board and Government as equal partners should construct the line from Shimoga to Aiyanur and Riponpet. Subsequently, however, the Shimoga - Arasalu line to be constructed as a State line was taken up and the works on this line have also been suspended for some time. The amount of the loan is about ~~Rs~~ 3¾ lakhs and is in deposit with Government. It is repayable in 1945 and the question of its discharge does not present any difficulty as the loan amount itself is available for the purpose. If the money is used for any railway line in the Shimoga District, the question of providing the means for repaying the loan in 1945 requires consideration. This loan need not, therefore, be further considered new.

54) The Chitaldrug Town Municipality Water Supply

loan

Serial No

loan is the next to be considered. This is a ~~xxx~~ short-period loan and falls due for discharge in 1931. The amount involved is a lakh and a half. The Water Supply Project has not been taken up. The money has been deposited in the Bank of Mysore which allows 5 per cent. interest while the rate to be paid to the bond-holders is 6 per cent. The excess of one percent. is advanced by Government and held at debit of a suspense account. This arrangement is not satisfactory. The excess charge on account of interest should be borne by the Board or by Government. When the works are going to be taken up, is not known. Interest and repayment of principal are both guaranteed by Government in this case. If the money is not spent until 1931, the question of repayment presents no difficulty as the proceeds of the loan itself are available for repayment. If the loan is repaid from the loan proceeds no purpose will ~~however~~ be served ~~for~~ by having raised the loan. This position is unsatisfactory. The matter requires consideration in the Local & Legislative Secretariat.

57) A loan of Rs 9 lakhs was floated by the Chitaldrug District Board for the line between Chitaldrug and Chickjajur. The amount actually subscribed is about a ~~xxx~~ lakh and a half. As, however, this line was made ~~into~~ a State line the money remains ~~idle and~~ in deposit with Government. The repayment of this loan falls due in 1949. It is a 5 per cent. loan and it is not desirable

NOTE—Contn. Sheet

Serial No.

DE... 8 SEP. 1925 Dep. No. 2995

desirable to repay it until the full term of currency is over. Interest and repayment of principal are both guaranteed by Government and neither present any difficulty, as the rate of interest is only 5 per cent. and the proceeds of the loan itself are available for the discharge of the debt.

56) The Chikmagalur Municipality has raised a loan of about Rs 16,000 for ~~wx~~ its water supply works. Interest and repayment of principal are both guaranteed by Government. It is necessary to enquire what action ~~it~~ the Municipality is taking for forming a sinking fund for discharging when the loan falls due for repayment. The interest on the loan is being paid by the Municipality itself and the guarantee is throwing no liability on Government.

57) The Hassan District Board has raised a loan of Rs 75,000 for the construction of the Hemavati Bridge and the Chennarayapatna - Holenarsipur road. Interest and principal are both guaranteed by Government. Interest is being paid by the Board and the guarantee is throwing no liability on the State. ~~xxxxxxxxxxxxx~~ As for repayment of principal, it is necessary to enquire the District Board what arrangements it has made or will make for making the money available for ~~xxx~~ repaying the loan when it falls due for discharge.

58) The cases of the Chickmagalur and Hassan D.B.'s loans require correspondence with the Law Dept

Dewan) 59) Help [illegible] 7-9-25

60) Please prepare drafts re loans referred to in paras 54, 56 & 57

NOTE—Contn. Sheet

19)

General and Revenue Secretariat.

GT File No. 31 of 1922

Serial No

61) 3 drafts are submitted for approval, with reference to para 60 supra.

8/11 62) The two drafts ~~placed~~ below will issue if approved. ~~Issue two drafts approved.~~ Re-draft to L-d. Secy no formal letter appears necessary. The file may be transferred to G for note and put back

B
6/11

Secy 63) Drafts to Waltair & Chittivalsa may issue and file reported to Board except for Commissioner's point noted about Chitaldrug loan. Sml
6/11/25

64) Issue & transfer file to L-S. G Branch

B
11/11

To the President, Distt. Board, Hassan,
No. 2612/1) 12. XI. 25. Enquires what arrangements the Board has made for making the money available for repaying the loan raised by the Board for Hemavathi Bridge & Channarayapatna H. Varaipur Road.

(P.T.O.

NOTE—Contn. Sheet

3522

3361/L 20)

[App. F. III—2

General and Revenue Secretariat

47 File No. 31 of 1922.

Serial No

To the President, Municipal Council, Chickmagalur, DC No 2613 of 12.XI.25. Enquires what action the municipality is taking for ~~making~~ forming a sinking fund for discharging the loan when it falls due for repayment.

65 Forwarded to L.L. Sheriff for taking further action with reference to H. Lemay's note of 6.XI.25.

Supra.

13/11

14/11

L & S Sectt)

GENERAL & REVENUE SECRETARIAT
3361/L
17 NOV. 1925
LOCAL SELF GOVT. BRANCH

66) No files regarding the Chickmagalur-Chikaldara Ry Loan have been sent to the CL section for reference in the note of the member on the Ry Policy & Ry Exps.

67) As regards the amount of loan raised Kindly refer to the para on C.C Ry in the Ch Fund Administration Report for 1920-21 Page 3. The amount collected from the Commencement was Rs 1,44,049-4-8 as against Rs 2,95,928-12-0 subscribed.

Note—Contn. Sheet

3361

21)

G. R. S. III-2]

WD 2310—GPP—10,000—31-5-24

General and Revenue Secretariat | File No. | of 19

Serial No.

68) In regards repayment, I think reference is invited to para 13 of the note in S.R.O. file 99-23 Hong K wherein it is noted that the Prospectus of the debenture loan gives option to the Bd Board to discharge the loan at any time after 1st July 1921 giving six months notice to debenture holders.

Submitted with reference to paras 55 & 63 supra.

Secy 18/11 18/11/25

69) The reference from the Resident, Dist Brand, Chitaldrug & 20/5/25, explains the present position of the Chitaldrug-Chickajajur loan. The Connected file has been sent to the Council Section in connection with the consideration of the question relating to the Railway Officers. The Fd Secy is of opinion that the loan may not be repaid until the first term of the Currency is over. This is for Consideration. A separate note with the post up re Chitaldrug Water Supply loan (para 52 of the note).

2nd Member) WD 28/11

40) I wish to know what cause of delay is to be taken & if the Govt of India are to be consulted

7/11/25

NOTE—Contn. sheet.

336/3430.

WD 2310—GPE—10,000—31-5-24

General and Revenue Secretariat | File No. | of 19

11 DEC 1925

BANGAL

Serial No.

Hickyapur - Chitaldrug Railway Loan.

4.9.0 L 3714-47 LB 99-23-2 dt 20.11.25. is flagged R'

42) The non-payment of interest was observed by Govt at para 13 of G.O no L 1157 LB 114-24-29 dt 19.8.25 vide flag L in the linked file while reviewing the Budget estimates for 1925-26 & the Comptroller has been requested to report the total amount due to the Board on this account & loan is advised no report has yet been received. Reminders are being issued the last one being on 23.11.25.

Linked with reply to para 40 supra

5222/7.12.

Sec 2/12 Sec 3/12 2nd Member 5/12

43) Mean forward to Comptr for report

8/12

150/S.L.

44) Forwarded unofficially to the Comptroller Govt's decision above

By order
A. Sankaranarayana
for L. Deputy Secy

9/12

W no 447 dt 10.12.25

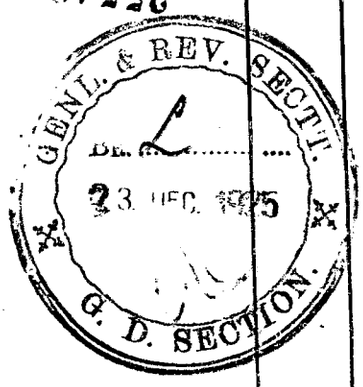
8/12/25-2 1112

NOTE—Contn. sheet.

General and Revenue Secretariat | File No. 3130 L of 192 .

Serial No

No. 180: 163
23/12/25
25563
25543



U.O. No. 1812-SL dated 22nd December 1925.

The President, District Board, Chitaldrug was requested to furnish a detailed statement of charges borne by the District Board on account of interest on the Chitaldrug-Chickjajur Railway Loan along with reference to crossed cheques issued. A reply has not yet been received and the President has been again requested to furnish the information. On receipt of the information, further action towards the adjustment of the interest due will be taken and reported to Government.

Comptroller.

213

CV

5974/2/1

NOTE—Contn. Sheet

1937 5730 2 29 20 (7)

App. F. III—2

General and Revenue Secretariat | G. 7 File No. 31 of 1927.

Serial No

α 5039 d 12/1/26

Mc Ptd DT B2 Chitaldrug

Requests to furnish the information required by the comptroller.

81) The file may perhaps be returned to the Financial Branch as action has been taken vide paras 66 to 80 above.

From 12/1/26. the linked file may be ordered to Rs. may as proposed be returned to 7 Ldr

Yg 13/1.

Yds 25 16/1

To 7 Ldr

To The Ls & Bungalow for taking their file linked herewith & returning this file.

SGR 25/1

From the President, Munl. Council Chickmagalur

No. H.6.59/25-26 d/ 17-11-25

States that the loan raised is Rs 17,800/- (not Rs 16,000/-) that a sum of Rs 2667/- is being invested in S.B every year since 1922 as out of the revenues of the Municipality towards the Sinking fund & that separate provision is made in the Budget to meet the interest payable to Subscribers.

Submit with reference to para 56

SGR 25/1

BOT with Bs 30/1

Note—Contn. Sheet

WD 01264—GPB—40,000—17-12-25
App. F. III—2]

General and Revenue Secretariat

G.D. File No. 21 of 1922

Serial No.

Refee. Fnl secy's note para 5b.

The amount of 16,000 was entered as per Comptroller's intimation vide flag E. A sum of 2,667 is stated to be invested annually in the Govt-Savings Bank towards the Sinking fund for the loan. It is presumed that the Sinking fund account is kept separate & is not operated upon by the Municipality. The loan is due for repayment in 1932 & if the Sinking Fund amount is not allowed to be utilised for other purposes it will be enough to discharge the loan when it falls due.

It is seen from P.W.D that separate provision is being made for the repayment of annual interest due to Subscribers—

B
16/2.

(231) Fnl secy)

No further action is necessary.
The
17.2.26
17.2.26

NOTE—Contn. Sheet

GOVERNMENT OF HIS HIGHNESS THE MAHARAJA OF MYSORE.

In reply please refer to No. SL.2230.

GEN. & REV. SECTT. B 17 JAN. 1924 C. D. SECTION

22670

Comptroller's Office, Bangalore,

Dated the 12th January *192* 4

GA-31-22-5

D 2500

To

Rajakaryaprasaktha M.N.Krishna Rao, B.A.,

Secretary to the Government of Mysore,
Financial Department.

Sir,

With reference to para 9 of Government Order No.Fl.1265GF.31-22-1 dated 4th September 1922, I have the honour to request whether Kolar District Board Railway Debentures and other Debentures issued by Municipalities or District Boards may be purchased for the Sinking Fund for State Loans at a rate yielding not less than 6 per cent. At present Kolar District Board Railway Debentures of the face value of Rs.4,200/- have been received for sale, the same having been forfeited

to

G. 1., 3. VI—G/32]

SUBJECT .....

.....

.....

Diary No. of letter replied to .....

General and Revenue Secretariat

( )

, the *192* .

Date of issue 7/2/24

Signed by Mr Mackenzie Lyon

Section G/A

File No. 31-22

Serial No. 6.

No. X 4374

& 7 Feby/24

To

The Comptroller

Sir,

With refce to your letter No S-L 2230 dated 12th Jany 1924 ~~requesting~~ stating that X.D.B. Ry Debentures of the value of Rs 4200/- have been received for sale and requesting whether these and other Debentures issued by municipalities or Dist Boards may be purchased for the Sinking fund for State loans at a rate yielding not less than Rs. 9 I am directed to request you to be so good as to forward a Statement showing the Govt liability on account of municipal & District fund loans raised on Govt. guarantee. Information may be furnished as to whether guarantee extends only to payment of interest or for repayment of loan also. When the said Dist Bd Debentures become repayable & whether Govt guarantee extends to the discharge of the loan - may also be intimated

over.

WD 0632 - GPB—1800—16-8-23

30915

G.F. 31-22-7

C. O. 46—R

WD 0103—GPB—10,000—29—8-21

Please address all future communications to the Comptroller to the Govt. of H. H. the Maharaja of Mysore.
In reply to this Comn. please refer to
No. 3457 S1

OFFICE OF THE COMPTROLLER TO THE GOVERNMENT OF HIS HIGHNESS THE MAHARAJA OF MYSORE.

Dated, Bangalore, the 29th Mar. 31. *192* 4

3688

FROM

GENL. & REV. SECTT.
Br.
1 - APR. 1924
G. D. SECTION

T. SATYARAJ CHETTY ESQ., B. A.,
Comptroller to the Government of
His Highness the Maharaja of Mysore.

LA&E

To

Rajakaryaprasaktha
M.N.Krishna Rao, Esq., B.A.,
Financial Secretary to Govt. of Mysore,
Bangalore.

SIR,

With reference to your letter No.Fl.4374/G.F.31-22-6 dated 7th February 1924, enquiring the extent of Government liability on account of Municipal and District Fund loans raised on Government guarantee, I have the honor to append hereunder a statement showing the particulars required and to request that orders of Government may be kindly communicated at an early date as to whether the Kolar District Board Railway Debentures may be purchased for the Sinking Fund for State Loans. The Kolar District Board Railway Debenture loan is repayable on 1st April 1937.

I have the honor to be,
Sir,
Your most obedient servant,

T. Satyaraj Chetty
Comptroller.

LSR/29-3.

RB
29.3

p.t.o.

No.	Loan	Extent of Government guarantee	Reference to Govt. orders sanctioning the loans.
1.	4% Kolar District Board Railway Debenture Loan.	4% interest is guaranteed under the conditions set forth in the agreement dated 1st December 1920, between the Govt. of Mysore and the District Board of Kolar. As regards the responsibility for the discharge of the loan a reference is invited to clause 12 of the agreement.	1. No.289-93 Ry.F.124-11-12 dated 5-12-1911. 2. No.10643-5 L.B.199-13-3 dated 22-4-1914.
2.	4% Shimoga District Board Railway Loan	Interest at 4% guaranteed for 30 years (Interest at 5% is being paid as per G.O.No.R.S.2770-2775/ Ry.F.G.216-17-18 dated 15-3-1918)	No.309-13 Ry.F.164-14-15 dated 12-8-14.
3.	6% Chitaldrug Town Water Supply Municipal Loan	Repayment of the loan after 15 years and the payment of interest till then are both guaranteed.	1. No.4082-4 Ml.93-14-23 dated 3-12-1915 and 2. No.5243-4/Ml.93-14-26 dated 18-1-16.
4.	5% Chitaldrug District Board Railway Loans	Interest at 5% is guaranteed for 30 years. As the Chitaldrug Chickjajur Railway is treated as a Government line, the repayment of the loan may also be regarded as guaranteed.	1.No.732-4 L.B.37-16 dated 22-7-1916. 2. L.3714-17 L.B.99-23-2 dated 17-11-22.

========

Q13
29.3

G. E. S. VI—G/32]

SUBJECT.....

.....

.....

Diary No. of letter replied to 3688

General and Revenue Secretariat

(GT)

, the *191* .

Date of issue 5-7-24

Signed by Sra M. A. Rajasha

Section GT

File No. 81/22

Serial No 8

No. H 97

To The Comptroller

Sir,

With reference to your
letter No 3457/SL of 29/3/24
on the subject of
furnishing a statement showing the municipal
& D.B. Fund Loans raised on
Govt. Guarantee etc, I am
directed to state that there are
other loans besides the above which
Local Bodies have been recently
permitted to raise which are
guaranteed by over Govt.

I

I am therefore to request you
to furnish ~~full details~~ a Complete ~~detailed~~ list of all
public loans raised by Local
bodies etc which are guaranteed
by Govt together with full information
as to when they are due to be
repaid and to what extent Govt guarantee has
been given, as also in regard to the future allowed and the arrangements ordered
for their redemption

Thanking you,

I am Sir,

Your obedient Servant

[illegible]

3/7

List of enclosures.

Copied by

Examined by

11795

9.7.31-22.9 D. 812

GOVERNMENT OF HIS HIGHNESS THE MAHARAJA OF MYSORE.

In reply please refer to No. 591 S1

Comptroller's Office, Bangalore,

Dated the 20th August *1924*.

27

Rajakaryaprasaktha
M.N.Krishna Rao, Esq., B.A.,
Financial Secretary to the Govt. of Mysore,
Bangalore.

Sir,

With reference to your letter No.Fl.97/G.F.31-23-8 dated 5th July 1924, I have the honor to forward herewith a list of the public loans raised by Local Bodies etc under Government guarantees so far as particulars thereof could be gathered from the records in this office. I request that orders of Government may be kindly obtained and communicated at an early date as to whether the Kolar District Board

Board Railway Debentures for Rs4,200/- referred to in my letter No.2230 dated 12th January 1924, may be purchased for the Sinking Fund as they are lying in this office unsold since January.

I have the honor to be,
Sir,
Your most obedient servant,

Comptroller.

MSR/20-8

. R. S. VI– G/32]

SUBJECT.....

.....

.....

Diary No. of letter replied to 2500

Section. 99

File No. 31-22.

Serial No. 60.

General and Revenue Secretariat

( )

, *the* 192 .

No. Sk 1765

Date of issue 23.9.24

Signed by Jn M A Rajadhyaksha

To

The comptroller

Sir,

With reference to your letter No S.D. 2230 dated 12th January 1924 stating I am directed to state that the purchase of ~~issue the etc~~ D B. Ry Debentures of the Value of Rs 4200/- ~~have been received~~ proposed in your letter may be ~~for sale and requesting authority~~ upon ~~and other Debentures issued by Municipalities or District Boards~~ may be purchased for the Sinking Fund. I am directed to state that the proposed purchase may be ~~batch of notes under reference may be purchased~~

made on the condition that the interest yield on the proposed investment is not less than 6½% as in your letter dated

over.

~~for The Sinking Fund for the State loans~~

on the conditions proposed, and
increase of
necessary adjustments ~~in~~ the
Excise Revenue realisable from
the sale of these bonds without
delay.

Orders on the general questions
raised will issue separately.

I have etc

List of enclosures.

Copied by

Examined by

WD 2245 - GPB—2,000—6-6-21

16423

GOVERNMENT OF HIS HIGHNESS THE MAHARAJA OF MYSORE.

In reply please refer to 591 S1

Comptroller's Office, Bangalore,

Dated the 22rd Septr. *1924*.

24. SEP. 1924

Sakaryaprasaktha
M. N. Krishna Rao, Esq., B.A.,
Financial Secretary to the Govt. of Mysore,
Bangalore.

Sir,

I have the honor to invite your kind reference to this office letter No. 591 S1 dated 19th August 1924, regarding the purchase of the Kolar District Board Railway Debenture for Rs.4,200/- and to request the favour of early orders of Government in the matter.

I have the honor to be,
Sir,
Your most obedient servant,

For Comptroller.

The papers may be Deposited
as the purchase has been authorised
and orders on the general question of framing
standing rules for
loans raised by local bodies
is under consideration separately

Sub
MSR/23-9 23.9

G. R. S. VI– G-32] B50—WD 0527

SUBJECT

Diary No. of letter replied to

General and Revenue Secretariat

( )

, the 192 .

Section G.F.

File No. 31-22

Serial No. 11.

No. 41863

Date of issue 26.9.24

To

The comptroller

Signed by M. M. A. Rangachar

Sir,

With reference to your letter no 591 S.d. dated 21th Augt 1924. forwarding a list of ~~the~~ public loans raised by Local Bodies etc under Govt guarantee, I am directed to request you to be so good as to furnish ~~the~~ further particulars as ⊕ desired in the margin in respect of each of ⊕ ~~the~~ amount of loan authorised ~~the~~ loan mentioned therein in ~~the~~ Schedule ~~The~~ amount collected ~~so far~~ ~~The~~ balance yet to be collected How the amount of loan ~~each loan so far collected~~ has been utilised for Jerusalem

over

18812

GOVERNMENT OF HIS HIGHNESS THE MAHARAJA OF MYSORE.

Dno 1390

In reply please refer to No. 1190 SI

16 OCT 1924

Comptroller's Office, Bangalore,

Dated the 15th October *1924.*

Rajakaryaprasakthaa
M.N.Krishna Rao, Esq., B.A.,
Financial Secretary to the Govt. of Mysore,
Bangalore.

Sir,

With reference to your letter No.Fl.1863/G.F.31-22-11 dated 26th September 1924, I have the honor to state that the particulars required therein, in respect of the public loans raised by local bodie under Government guarantee have been called for from the local bodies concerned and will be furnished to you on receipt of the same.

I have the honor to be,
Sir,
Your most obedient servant,

Comptroller.

MSR/15-10

G. R. S. VI—G/32]

SUBJECT.....

.....

.....

*Diary No. of letter replied to*_____

General and Revenue Secretariat

( )

, the *191* .

Date of issue 13. 2. 25

Signed by M. A. Rajagopal Sir.

Section

File No.

Serial No.

No. H 4637

To

The Comptroller

With reference to your letter no 1190. S. L. Dated 15th Oct 192[illegible] I am directed to enquire if [illegible] ticulars in respect of ~~the~~ public Loans raised by Local Bodies under Govt Guarantee - Said Statement called for from the Local Bodies have been received and if so when they will be furnished to this office

Have ch[illegible]

11/2/25

for Sec[illegible]

over.

35570

GOVERNMENT OF HIS HIGHNESS THE MAHARAJA OF MYSORE

In reply please refer to No. 3575 S1

DIARY NO. 3074

Comptroller's Office, Bangalore,

Dated the 19th February 1925

19 — 19

Secretariat.

20 FEB. 1925

23 FEB. 1925

Rajakaryaprasaktha
M.N.Krishna Rao, Esq., B.A.,
Financial Secretary to the Govt. of Mysore,
Bangalore.

Sir,

With reference to your letter No.Fl.4687 dated 18th February 1925, I have the honor to state that the particulars in respect of the public loans raised by Local Bodies have been received from all Local Bodies except the Hassan District Board which has been reminded for the same. The particulars of all the loans will be furnished on receipt of a

reply

reply from the Hassan District Board.

I have the honor to be;
Sir,
Your most obedient servant,

J. Satyanarayana Rao

Comptroller.

MSR

42622

GOVERNMENT OF HIS HIGHNESS THE MAHARAJA OF MYSORE.

DIARY NO. 3820

In reply please refer to No. SL.4195

The Comptroller's Office, Bangalore,

1924 — 1925

Section. G. F.

File No. 31-22

Dated the 17th April *1925*.

FINANCIAL SECRETARIAT 20 APR 1925

GENL. & REVENUE SECTION. 18 APR 1925 G. D. SECTION.

To

BR. Rajakaryaprasaktha M.N.Krishna Rao, Esq., B.A.,
Secretary to the Government of Mysore,
Financial Department.

Sir,

In continuation of my letter No.1190/SL. dated 15th October 24, I have the honour to forward herewith a statement ~~furnished of~~ furnishing further particulars obtained from the Presidents of the District Boards regarding the Public Loans raised by Local Bodies and Municipalities under Government guarantee as desired in your letter No.Fl.1863 dated 26th September 1924.

G.L 31-22-11

I have the honor to be,
Sir,
Your most obedient servant,

J. Satyanarayana Rao
Comptroller.

U.

mg 17/4/25

Statement of Public Loans raised by Local Bodies under Government guanantee, with particulars of loan authorised and Balance to be collected and showing how collections have been utilised.

No.	Loans	Amount of Loan authorised.	Amount collected	Balance yet to be collected	How collection made has been utilised.
1.	Kolar District Board Railway Debenture Loan ...	8,00,000	4,48,800-0-0	3,51,200-0-0	Rs.2,90,318 invested in 3½% loan of 1865 for the face value of Rupees Three lakhs and the balance contributed towards the construction of Railway between Kolar and Bowringpet.
2.	Shimoga District Board Railway loan ...	10,00,000	3,70,981-1-5 (upto end of June 26)	6,29,018-14-7	The amount has been made over to Government for the construction of Shimoga-Arasalu Railway.
3.	Chitaldrug Town Municipality Water Supply Loan ...	2,00,000	1,47,577-13-0	52,422- 3-0	The loan amount raised is remaining unutilised and has been invested in the Bank of Mysore @ 5% interest.
4.	Chitaldrug District Board Railway Loan ...	9,00,000 (Comptroller's)	1,57,472-11-6 1,49,282- 3-7		Rs.85,749 paid for the construction of the Railway during 1919-20. As per G.O. dated 12-8-21 the Railway is treated as a State line.
5.	Chickamagalur Municipal Water Supply Loan ...	24,000	15,850- 0-0	8,150-0-0	placed at the disposal of the Water-Supply Division of the P.W.Deptt. towards the cost of the Chickamagalur Town Water Supply Improvements.
6.	Hassan District Board Loan for the construction of Hemavati Bridge & Chennaroyapatna Holenarsipur Road ...	85,000	75,250	9,750-0-0	Collections spent on Gorur Bridge work and Chennaroyapatna Holenarsipur road.
7.	Shimoga Town Municipal Loan for carrying out the drainage project of Shimoga Town.				The loan was not floated as per G.O.No.3628/ M1.137-21-2 dated 20-12-21.
8.	Shimoga Dt. Board Loan for Tunga Bridge				No Loan has been raised and the question has been dropped for the present.
		30,09,000	12,15,931- 9-11	10,50,541-1-7	

Superintendent.
S. L. Section.
Comptroller's office
Bangalore

Particulars of Public Loans raised by Local Bodies etc. or

No.	Loans.	Government order sanctioning the loan.	Rate of interest.	Whe r
1.	Kolar District Board Railway Debenture Loan.	I Loan. No.289-93/Ry.F. 124-11-12 dated 5-12-1911. II Loan. No.10643-5/L.B. 199-13-3 dated 22-4-1914.	4% 4%	
2.	Shimoga District Board Railway Loan.	No.309-13/Ry.F.164-14-15 dated 12-8-1914.	4%	S/a fm G.O. No.RS.162-67-Ry.F. 216-G.20-21 d 26-7-19
3.	Chitaldrug Town Municipality Water Supply Loan.	No.4082-4/M1.93-14-23 dated 3-12-1915 and No.5243-4 M1.93-14-26 dated 18-1-1916.	6%	1 optn and at r 5 ya dat the
4.	Chitaldrug District Board Railway Loan.	No.732-4 L.B.37-15-16 dated 22-7-1916 and No. L.3714-17/L.B. 99-23-2 dated 17-11-1923.	5%	31-1 any aft mon
5.	Chikmagalur Municipal Water Supply Loan.	No.L.6258-59/M1.143-22-4 dated 5-4-1923.	7%	Repa yea ear yea
6.	Hassan District Board Loan for the construction of the Hemavathi Bridge and Chennarayapatna-Holenarsipur Road.	No. 3912-4 L.B.55-17-4 dated 17-1-1918.	5½%	Repa yea tim aft at nd
7.	Shimoga Town Municipal Loan for carrying out the draining project of Shimoga Town.	No.7176-8/M1.196-14-11 dated 14-5-1917.	5%	Repa
8.	Tumkur Town Municipal Water Supply Loan.	No. R.14736-38/M1. 224-15-7 dated 17-5-1919.	6%	Not
9.	Mysore District Board Loan for constructing Nanjangud Chamarajanagar Railway Line.	No.382-5 L.B.129-22-15 dated 18-7-1924.	7%	Af o 6 mo
10.	Shimoga District Board Loan for ~~Shimoga~~ Tunga Bridge.	No. R.1928-9/L.B. 104-19-4 dated 10-8-1920.	6%	

Government Guarantee.

due for ayment.	Extent of Government guarantee.	Arrangements ordered for redemption.
4-1937.	Interest at 4%.	The District Board have agreed to make provision for a Sinking Fund to pay off the loan - Vide para 12 of the Agreement.
1940.	do.	
1-1945.	Interest at 5% and a proportionate share of profits when net earnings of the line (Shimoga-Arasalu~~ve~~) exceed five per cent.	As per G.O. No.Fl.4932-81/G.F. 163-13-1 dated 22-4-1914. (u)
. or at the of Govt. nicipality time after s, from the starting an (1916)	Both interest and the repayment of the loan are guaranteed.	---
1949 or at ime before giving 6 s' notice.	Payment of interest. Principal may also be regarded as guaranteed as the Railway is treated as a Government line.	As per G.O. No.Fl.4932-81/G.F. 163-13-1 dated 22-4-1914. (u)
ble in 10 and not er than 5 .	Both interest and repayment of principal are guaranteed.	1/10 of the loan to be saved every year from the revenue of the Municipality and kept in the Savings Bank.
ble in 25 or at any before 10 years, months' e.	-do-	The District Board should arrange to start a Sinking Fund both for the repayment of the loan and the annual payment of interest
ble in 25 rs.	One-half of the loan with interest thereon to be repayable by Government the other half with interest by the Municipal Council.	------
ecified.	Interest at 6%.	-----
15 years years with ths' notice.	Payment of the Loan and the payment of interest are both guaranteed by Government.	As per G.O. No.Fl.4932-81/G.F. 163-13-1 dated 22-4-1914. (u)
-	- do -	

Superintendent
State Loans.

App. P. VI-G1.]

B650

SUBJECT

3 dlp

Section G2
File No. 31/22
Serial No. 13.

No. H/2612/

Diary No. of letter replied to 3920

To The President,
Dist. Board,
Hatton

General and Revenue Secretariat
(G2)
, the 192

Date of issue 12.11.25

Signed by for S.B.

Sir,

I am directed to state that the interest & repayment of principal towards the loan of Rs 25,000 raised by the Board for the construction of the Hemaraki Bridge & Chemmagapatna – Hole Narsipur Road, are both guaranteed by Govt. & to enquire what arrangements the Board have made for making the money available for repaying the loan when it falls due for

List of enclosures

Copied by

Examined by

over direction

discharge

Thanedar,

By

J. Trichinopoly

MS

8/H

Copy to L.S.G. Bor.

App.F.VI G1.] B650

SUBJECT 3 dWD

Diary No. of letter replied to 3420

General and Revenue Secretariat
(GT)
, the 192

Date of issue 12.11.25

Signed by Jn B S B.

List of enclosures

Copied by

Examined by

Section GT
File No. 31/22
Serial No. 14
No. H 21613

To

The President,
Municipal Council
Chitradurga Dist.

Sir,

I am directed to state that the interest & repayment of principal towards the loan of Rs 16,000 raised for the water supply works of your municipality are both guaranteed by Govt. & to enquire what action the municipality is taking for forming a Sinking Fund for discharging the Loan when it falls due for repayment

I have the honour to be,

By over

Copy to L. & Q. Br. 12.11.25 for Dist. secretary

21019

21019

No. HC 59
25-26

OFFICE OF THE TOWN MUNICIPAL COUNCIL,
CHIKMAGALUR.

Dated 17th November 1925

GENL. & REV. SECTION
19 NOV. 1925
G. D. SECTION

1937

22-23

From

The President,
Town Municipal Council,
Chikmagalur.

C. 57 -

The Financial Secretary to Government of
His Highness the Maharaja of Mysore,
Bangalore.

Fee No. 31-22
SE No. 15

Sir,

With reference to your letter No. Fl 2613 dated 12 . 11 . 25 stating that the loan raised by this municipality for the water .... supply work is guaranteed by Government and enquiring what action the municipality is taking to form a SINKING FUND for discharging the loan when it falls due for repayment, I have the honour to state .. that the loan raised is Rs 17,800/- but not Rs. 16000/-. A sum of Rs.2667/- is being invested in the Government Savings Bank every .. year since 1923-24 out of the general revenues of the municipality towards the sinking fund, and this proceedure will continue until the whole amount of the loan raised is made up for repayment under the terms of the prospectus.

As regards interest, I beg to inform you that a separate provision is being made in the budget every year to meet the interest payable to subscribers.

I have the honour to be,

Sir,

Your Most Obedient Servant

B. Kuswamy

President, Municipal Council
Chikmagalur.